

**STATE RISK MANAGEMENT WORKERS COMPENSATION FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2003**

	October-03				September-03				Current FYTD	Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>												
<b>Structured Growth</b>												
Los Angeles Capital	74,330	3.2%	3.0%	5.18%		0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Structured Growth</b>	<b>74,330</b>	<b>3.2%</b>	<b>3.0%</b>	<b>5.18%</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Russell 1000 Growth				5.62%				N/A	N/A	N/A	N/A	N/A
<b>Structured Value</b>												
<b>LSV</b>	<b>72,472</b>	<b>3.2%</b>	<b>3.0%</b>	<b>7.62%</b>		<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Russell 1000 Value				6.12%				N/A	N/A	N/A	N/A	N/A
<b>S&amp;P 500 Index</b>												
<b>State Street</b>	<b>328,714</b>	<b>14.3%</b>	<b>14.0%</b>	<b>5.65%</b>		<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
S&P 500				5.66%				N/A	N/A	N/A	N/A	N/A
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>475,516</b>	<b>20.7%</b>	<b>20.0%</b>	<b>5.87%</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
S&P 500				5.66%				N/A	N/A	N/A	N/A	N/A
<b>SMALL CAP DOMESTIC EQUITY</b>												
<b>Manager-of-Managers</b>												
<b>SEI</b>	<b>244,241</b>	<b>10.6%</b>	<b>10.0%</b>	<b>8.81%</b>		<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Russell 2000 + 200bp				8.56%				N/A	N/A	N/A	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>244,241</b>	<b>10.6%</b>	<b>10.0%</b>	<b>8.81%</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Russell 2000				8.40%				N/A	N/A	N/A	N/A	N/A
<b>CONVERTIBLES</b>												
<b>TCW</b>	<b>350,523</b>	<b>15.2%</b>	<b>15.0%</b>	<b>4.02%</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
First Boston Convertible Index				3.27%				N/A	N/A	N/A	N/A	N/A
<b>DOMESTIC FIXED INCOME</b>												
<b>Core Bond</b>												
<b>Western Asset</b>	<b>593,312</b>	<b>25.8%</b>	<b>26.0%</b>	<b>-0.42%</b>		<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Lehman Aggregate				-0.93%				N/A	N/A	N/A	N/A	N/A
<b>Index</b>												
<b>Bank of ND</b>	<b>321,775</b>	<b>14.0%</b>	<b>15.6%</b>	<b>-1.17%</b>		<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Lehman Gov/Credit				-1.27%				N/A	-1.76%	13.14%	10.82%	7.83%
<b>BBB Average Quality</b>												
<b>Strong</b>	<b>247,342</b>	<b>10.8%</b>	<b>10.4%</b>	<b>-0.91%</b>		<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Lehman US Credit BAA				-0.91%				N/A	N/A	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>1,162,429</b>	<b>50.5%</b>	<b>52.0%</b>	<b>-0.73%</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Lehman Gov/Credit				-1.27%				N/A	N/A	N/A	N/A	N/A
<b>CASH EQUIVALENTS</b>												
<b>Bank of ND</b>	<b>67,066</b>	<b>2.9%</b>	<b>3.0%</b>	<b>0.10%</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
90 Day T-Bill				0.08%				N/A	N/A	N/A	N/A	N/A
<b>TOTAL RISK MANAGEMENT FUND</b>	<b>2,299,775</b>	<b>100.0%</b>	<b>100.0%</b>	<b>2.28%</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
POLICY TARGET BENCHMARK				1.81%				N/A	N/A	N/A	N/A	N/A

**NOTE:** Monthly returns and market values are preliminary and subject to change.